

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF ESTILL COUNTY WATER	)	
DISTRICT NO. 1 OF ESTILL COUNTY, KENTUCKY,	)	CASE NO.
FOR A CERTIFICATE OF PUBLIC CONVENIENCE	)	91-216
AND NECESSITY, TO CONSTRUCT, FINANCE AND	)	
INCREASE RATES	)	

O R D E R

On June 28, 1991, Estill County Water District No. 1 ("Estill No. 1") filed an application for a Certificate of Public Convenience and Necessity to construct a \$3,136,000 sewage improvement project, for approval of its plan of financing for this project, and for establishment of initial sewage service rates. This project will provide sewage service to 431 customers. Project funding includes a \$478,000 loan from the Farmers Home Administration ("FmHA"), a \$829,200 grant from FmHA, a \$133,200 Appalachian Regional Commission grant, a \$1,685,600 Environmental Protection Agency grant, and \$10,000 of Estill No. 1 funds. The loan will be for a 40-year period at an interest rate of 5 percent per annum.

Estill No. 1's application was made pursuant to KRS 278.023, which requires the Commission to accept agreements between water districts and FmHA and to issue the necessary orders to implement the terms of such agreements within 30 days of satisfactory completion of the minimum filing requirements. Given that minimum filing requirements were met in this case on June 28, 1991, KRS

278.023 does not grant to the Commission any discretionary authority to modify or reject any portion of this agreement.

IT IS THEREFORE ORDERED that:

1. Estill No. 1 is hereby granted a Certificate of Public Convenience and Necessity for the proposed construction project.

2. Estill No. 1's proposed plan of financing with FmHA is accepted.

3. Estill No. 1 shall file a copy of the "as-built" drawings and a certified statement that the construction has been satisfactorily completed in accordance with the contract plans and specifications within 60 days of the substantial completion of the construction certificated herein.

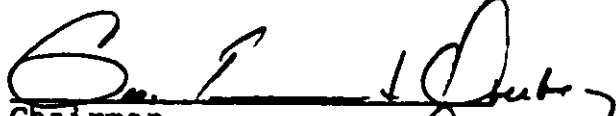
4. The rates set out in Appendix A, which is attached hereto and incorporated herein, are the rates approved for service rendered on and after the date of this Order.


5. Estill No. 1 shall submit its revised tariff setting out the rates in Appendix A within 30 days of the date of this Order.

Nothing contained herein shall be deemed a warranty of the Commonwealth of Kentucky, or any agency thereof, of the financing herein accepted.

Done at Frankfort, Kentucky, this 19th day of July, 1991.

PUBLIC SERVICE COMMISSION

  
Chairman

  
Vice Chairman

\_\_\_\_\_  
Commissioner

ATTEST:

  
Executive Director

## **APPENDIX A**

### **APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 91-216 DATED July 19, 1991.**

The following rates and charges are prescribed for the customers in the area served by Estill County Water District No. 1. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

#### **Sewer Service**

##### **Rate Increments**

First 2,000 gallons  
Over 2,000 gallons

##### **Monthly Rates**

\$10.00 Minimum Bill  
5.00 per 1,000 gallons